

**STATE RISK MANAGEMENT WORKERS COMPENSATION FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF MARCH 31, 2006**

	March-06					December-05				September-05				Current FYTD	Prior Year FY05	3 Years Ended 6/30/2005	5 Years Ended 6/30/2005
	Market Value	Allocation Actual	Policy	Quarter Net ROR	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																	
<i>Structured Growth</i>																	
Los Angeles Capital	158,894	4.2%	4.2%	4.95%	1.96%	127,966	3.4%	4.2%	3.06%	126,685	4.3%	4.2%	5.46%	14.06%	7.56%	N/A	N/A
<b>Total Structured Growth</b>	<b>158,894</b>	<b>4.2%</b>	<b>4.2%</b>	<b>4.95%</b>	<b>1.96%</b>	<b>127,966</b>	<b>3.4%</b>	<b>4.2%</b>	<b>3.06%</b>	<b>126,685</b>	<b>4.3%</b>	<b>4.2%</b>	<b>5.46%</b>	<b>14.06%</b>	<b>7.56%</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 1000 Growth</i>				3.09%	1.48%				2.98%				4.01%	10.42%	1.68%	N/A	N/A
<i>Structured Value</i>																	
<b>LSV</b>	<b>164,520</b>	<b>4.3%</b>	<b>4.2%</b>	<b>6.53%</b>	<b>1.37%</b>	<b>123,957</b>	<b>3.3%</b>	<b>4.2%</b>	<b>1.52%</b>	<b>127,560</b>	<b>4.3%</b>	<b>4.2%</b>	<b>5.06%</b>	<b>13.63%</b>	<b>18.35%</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 1000 Value</i>				5.93%	1.35%				1.27%				3.88%	11.44%	14.06%	N/A	N/A
<i>Russell 1000 Enhanced Index</i>																	
<b>LA Capital</b>	<b>294,863</b>	<b>7.7%</b>	<b>8.3%</b>	<b>4.96%</b>	<b>1.53%</b>	<b>254,202</b>	<b>6.8%</b>	<b>8.3%</b>	<b>2.29%</b>	<b>253,021</b>	<b>8.6%</b>	<b>8.3%</b>	<b>6.45%</b>	<b>14.29%</b>	<b>7.93%</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 1000</i>				4.49%	1.42%				2.12%				3.95%	10.92%	7.92%	N/A	N/A
<i>S&amp;P 500 Enhanced Index</i>																	
<b>Westridge</b>	<b>343,455</b>	<b>9.0%</b>	<b>8.3%</b>	<b>4.25%</b>	<b>1.27%</b>	<b>264,419</b>	<b>7.1%</b>	<b>8.3%</b>	<b>2.10%</b>	<b>244,980</b>	<b>8.3%</b>	<b>8.3%</b>	<b>3.64%</b>	<b>10.32%</b>	<b>6.58%</b>	<b>N/A</b>	<b>N/A</b>
<i>S&amp;P 500</i>				4.21%	1.24%				2.09%				3.60%	10.22%	6.32%	N/A	N/A
<i>Index</i>																	
State Street	105,327			4.19%	1.24%	81,140			2.07%	81,159			3.58%	10.15%	6.27%	N/A	N/A
<b>Total Index</b>	<b>105,327</b>	<b>2.8%</b>	<b>2.8%</b>	<b>4.19%</b>	<b>1.24%</b>	<b>81,140</b>	<b>2.2%</b>	<b>2.8%</b>	<b>2.07%</b>	<b>81,159</b>	<b>2.8%</b>	<b>2.8%</b>	<b>3.58%</b>	<b>10.15%</b>	<b>6.27%</b>	<b>N/A</b>	<b>N/A</b>
<i>S&amp;P 500</i>				4.21%	1.24%				2.09%				3.60%	10.22%	6.32%	N/A	N/A
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>1,067,058</b>	<b>28.0%</b>	<b>27.8%</b>	<b>4.88%</b>	<b>1.45%</b>	<b>851,683</b>	<b>22.8%</b>	<b>27.8%</b>	<b>2.20%</b>	<b>833,406</b>	<b>28.2%</b>	<b>27.8%</b>	<b>4.97%</b>	<b>12.51%</b>	<b>8.89%</b>	<b>N/A</b>	<b>N/A</b>
<i>S&amp;P 500</i>				4.21%	1.24%				2.09%				3.60%	10.22%	6.32%	N/A	N/A
<b>SMALL CAP DOMESTIC EQUITY</b>																	
<i>Manager-of-Managers</i>																	
<b>SEI</b>	<b>366,026</b>	<b>9.6%</b>	<b>9.3%</b>	<b>13.21%</b>	<b>4.00%</b>	<b>279,552</b>	<b>7.5%</b>	<b>9.3%</b>	<b>0.95%</b>	<b>276,546</b>	<b>9.4%</b>	<b>9.3%</b>	<b>5.46%</b>	<b>20.53%</b>	<b>9.32%</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 2000 + 200bp</i>				14.49%	5.02%				1.64%				5.21%	22.42%	11.64%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>366,026</b>	<b>9.6%</b>	<b>9.3%</b>	<b>13.21%</b>	<b>4.00%</b>	<b>279,552</b>	<b>7.5%</b>	<b>9.3%</b>	<b>0.95%</b>	<b>276,546</b>	<b>9.4%</b>	<b>9.3%</b>	<b>5.46%</b>	<b>20.53%</b>	<b>9.32%</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 2000</i>				13.94%	4.85%				1.13%				4.69%	20.64%	9.45%	N/A	N/A
<b>DOMESTIC FIXED INCOME</b>																	
<i>Core Bond</i>																	
<b>Western Asset</b>	<b>782,119</b>	<b>20.5%</b>	<b>20.0%</b>	<b>-0.44%</b>	<b>-1.24%</b>	<b>655,923</b>	<b>17.6%</b>	<b>20.0%</b>	<b>0.28%</b>	<b>601,395</b>	<b>20.4%</b>	<b>20.0%</b>	<b>-0.41%</b>	<b>-0.57%</b>	<b>7.14%</b>	<b>N/A</b>	<b>N/A</b>
<i>Lehman Aggregate</i>				-0.65%	-0.98%				0.59%				-0.67%	-0.73%	6.80%	N/A	N/A
<i>Index</i>																	
<b>Bank of ND</b>	<b>700,089</b>	<b>18.4%</b>	<b>20.0%</b>	<b>-0.95%</b>	<b>-1.03%</b>	<b>590,143</b>	<b>15.8%</b>	<b>20.0%</b>	<b>0.56%</b>	<b>556,047</b>	<b>18.8%</b>	<b>20.0%</b>	<b>-0.72%</b>	<b>-1.11%</b>	<b>4.59%</b>	<b>N/A</b>	<b>N/A</b>
<i>Lehman Gov/Credit (1)</i>				-1.01%	-1.10%				0.60%				-0.96%	-1.38%	4.80%	5.82%	7.35%
<i>BBB Average Quality</i>																	
<b>Wells Capital (formerly Strong)</b>	<b>779,500</b>	<b>20.5%</b>	<b>20.0%</b>	<b>-1.02%</b>	<b>-1.54%</b>	<b>654,558</b>	<b>17.5%</b>	<b>20.0%</b>	<b>0.58%</b>	<b>594,567</b>	<b>20.2%</b>	<b>20.0%</b>	<b>-1.05%</b>	<b>-1.49%</b>	<b>9.14%</b>	<b>N/A</b>	<b>N/A</b>
<i>Lehman US Credit BAA</i>				-1.20%	-1.70%				0.39%				-0.97%	-1.78%	8.60%	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>2,261,707</b>	<b>59.4%</b>	<b>60.0%</b>	<b>-0.79%</b>	<b>-1.27%</b>	<b>1,900,625</b>	<b>50.9%</b>	<b>60.0%</b>	<b>0.46%</b>	<b>1,752,009</b>	<b>59.4%</b>	<b>60.0%</b>	<b>-0.73%</b>	<b>-1.06%</b>	<b>6.14%</b>	<b>N/A</b>	<b>N/A</b>
<i>Lehman Aggregate (2)</i>				-0.65%	-0.98%				0.59%				-0.67%	-0.73%	7.26%	N/A	N/A
<b>CASH EQUIVALENTS</b>																	
<b>Bank of ND</b>	<b>114,333</b>	<b>3.0%</b>	<b>3.0%</b>	<b>1.17%</b>	<b>0.41%</b>	<b>700,490</b>	<b>18.8%</b>	<b>3.0%</b>	<b>1.07%</b>	<b>88,464</b>	<b>3.0%</b>	<b>3.0%</b>	<b>0.93%</b>	<b>3.20%</b>	<b>2.46%</b>	<b>N/A</b>	<b>N/A</b>
<i>90 Day T-Bill</i>				1.03%	0.39%				0.92%				0.83%	2.81%	2.15%	N/A	N/A
<b>TOTAL RISK MANAGEMENT FUND</b>	<b>3,809,125</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.79%</b>	<b>0.02%</b>	<b>3,732,350</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.95%</b>	<b>2,950,425</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.49%</b>	<b>4.28%</b>	<b>5.88%</b>	<b>N/A</b>	<b>N/A</b>
<i>POLICY TARGET BENCHMARK</i>				2.06%	0.22%				1.09%				1.08%	4.28%	6.01%	N/A	N/A

**NOTE: Monthly returns and market values are preliminary and subject to change.**

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.